Statement

Company	Item	Reduction
Ponds (India) Ltd. . . .	Talcom Powder	Rs. 1.50 to Rs 6.25
	Cold Cream	Rs. 3.50 to Rs. 13.65
	Shampoo	Rs. 2.80 to Rs. 20.10
Voltas Ltd.	Room Air-Conditioners	Rs. 3250 to Rs. 5800
	Refrigerators	Rs. 525 to Rs 1525
Mahindra & Mahindra Ltd . .	Jeeps	Rs 12000 to Rs. 22000
	Tractor	Rs. 9000 to Rs. 12000
Maruti Udyog Ltd. . . .	Cars	Rs 16507 to Rs 36069
Bajaj Auto Ltd. . . .	Three-wheelers	Rs 1895 to Rs 3197

Losses Incurred in Cooperative Banks in) Madhya Pradesh

3441. SHRI SURESH PACHOURI :

SHRI IQBAL SINGH :

Will the Minister of FINANCE be pleased to state :

(a) whether it is a fact that many Co-operative Banks in the State of Madhya Pradesh are incurring losses due to heavy administrative expenditure incurred by them;

(b) if so, what are the details of such banks and losses suffered by them and their Administrative expenditure for the last five financial years, year-wise; and

(c) what action Government propose to take to reduce the losses being incurred by Co-operative Banks in Madhya Pradesh ?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE AND THE MINISTER OF STATE IN THE MINISTRY OF PARLIAMENTARY AFFAIRS (DR. ABRAR AHMED) : (a) to (c) The losses incurred by the Central Cooperative 10—152 RSS/94 Banks (CCBs) arise on account of various factors like low business turnover, high cost of management, low operating margins, lack of diversification of loan portfolio, failure to manage funds prudently and low recovery.

The details of profits earned and losses incurred by Central Cooperative Banks in the State of Madhya Pradesh during the years 1988-89, 1989-90 and 1990-91 (latest available) are given in statement *(See* below).

These aspects are studied during statutory inspection of the banks conduct by NABARD and suitable remedial measures are suggested. NABARD has been impressing upon the State Governments the need to improve recovery climate. NABARD has also formulated a Business Development Plan for CCBs to be implemented on a pilot basis by selected CCBs in each State. This plan aims at overall developments of the Banks into efficient and viable units. The CCBs are also inspected by the State Go-vernments which conduct statutory inspections and suggests remedial measures.

Statement

Profit (+) Loss (—) position of District Central Cooperative Banks in Madhya Pradesh during 1988-89, 1989-90 *and* 1990-91.

(Rs. in lakhs)

S No.	Name of DCCBs	1988-89	1989-90	1990-91
1.	Ambikapur	7.29	(—)36	NA
2.	Balaghat	9.71	11	4
3.	Betul	2.54	3	45
4.	Bhind	15.25	5	NA
5.	Bhopal	7.80	8	8
6.	Bilaspur	11.73	23	23
7.	Chhatarpur	0.67	1	2
8.	Chindwara	1.08	1	3
9.	Damoh	(—)45.05	NA	NA
10.	Datia	(—)12.95	(—)41	NA
11.	Dewas	(—)12.80	6	NA
12.	Dhar	4.82	NA	2
13.	Durg	2.24	NA	NA
14.	Guna	2.79	1	1
15.	Gwalior	(—)6.27	(—)1	NA
16.	Hoshangabad	4.52	33	33
17.	Indore	29.32	NA	3
18.	Jabalpur	0.50	(—)6	1
19.	Jagdalpur	0.85	1	1
20.	Jhabua	1.22	1	1
21.	Khandwa	10.94	6	6
22.	Khargaon	46.77	48	48
23.	Mandla	6.25	6	7
24.	Mandsour	15.55	2	2
25.	Morena	17.78	18	18
26.	Narsinghpur	0.42	NA	1
27.	Panna	(—)11.90	(—)8	NA
28.	Raigarh	(—)13.50	31	31
29.	Raipur	26.69	37	24
30.	Raisen	(—)28.27	51	51
31.	Rajgarh	8.38	24	24
32	Rajnangaon	1.39	2	2
33.	Ratlam	14.59	14	8
34.	Rewa	2.65	2	7
35.	Sagar	(—)0.22	(—)14	NA
36.	Satna	2.94	NA	1
37.	Sehore	3.14	3	2
38.	Seoni	3.01	NA	1
39.	Shahdol	0.39	NA	NA
40.	Shajapur	8.15	25	4
41.	Shivpuri	(—)40.29	(—)40	NA
42.	Sidhi	0.11	NA	NA
43.	Tikamgarh	(—)17.01	NA	NA
44.	Ujjain	(—)21.70	22	57
45.	Vidisha	6.21	1	2